

Name as shown on return

Federal Employer I.D.

Schedule WW: Combined Report Method Income Schedule

1. Federal taxable income (Consolidated Federal Form 1120, Line 30) (LA)	1		See instructions for Lines 1 and 3
2. Taxable income or loss included on Line 1 from nonunitary corporations (Attach worksheet) (WN)	2		
3. Taxable income or loss included on Line 1 from banks or trust companies located or doing business in N.D. (attach worksheet-see instr.)	3		
4. Balance (Subtract Lines 2 and 3 from Line 1)	4		
5. Taxable income or loss not included on Line 1 from unitary corporations required to file a Federal income tax return (Attach worksheet) (WU)	5		
6. Book income before income taxes of unitary foreign corporations (Attach worksheet)	6		See instructions for Lines 6 and 7
7. Optional: Book to tax reconciliation (Attach worksheet)	7		
8. Subtotal (Add Lines 6 and 7) (WF)	8		
9. Income or loss from Interest Charge DISC (Attach worksheet)	9		See instructions for Lines 9 and 10
10. Income or loss from Foreign Sales Corporations (Attach worksheet)	10		
11. Subtotal (Add Lines 9 and 10)	11		
12. Income or loss from Internal Revenue Code of 1986, as amended, Section 936 Possession Corporations	12		
13. Intercompany eliminations for members of the unitary group (Attach worksheet)	13		
14. Total income (Add Lines 4, 5, 8, 11 and 12 then subtract Line 13. Enter amount here and on Form 40, Page 1, Line 1, and check the appropriate box on Form 40, Page 1, Line 1) (WW)	14		

Combined Report Method Instructions

An apportioning corporation which is a member of a unitary group but has not elected the water's edge method is required to file its North Dakota income tax return using the Combined Report Method. A "unitary group" is a group of affiliated corporations engaged in a unitary business, irrespective of the country or countries in which the corporations conduct business activity (worldwide). An "affiliated corporation" means a parent corporation and any corporation of which more than fifty percent of the voting stock is owned directly or indirectly by the parent corporation or another member of the unitary group.

Two or more 100% corporations affiliated as parent and subsidiary, and filing a consolidated federal tax return must file one consolidated North Dakota return using the "Combined Report Method."

A corporation filing its North Dakota income tax return using the Combined Report Method must include only the apportionment factors and statutory adjustments of the group.

Corporations filing a consolidated North Dakota return must also complete Schedule WW to arrive at "total income."

Schedule WW Specific Line Instructions

Line 1. Enter the amount from the consolidated Federal Form 1120, Line 30. If more than one consolidated Federal return is filed, enter the total of all the consolidated Federal Forms 1120, Line 30. If a consolidated Federal return is not filed, enter zero on Lines 1, 2 and 3 then proceed to Line 5.

Line 3. Enter the amount of taxable income/loss included on Line 1 from each bank or trust company located or doing business within this state which files a North Dakota Form 49, and each building and loan association located or doing business within this state which files a North Dakota Form 49.1.

Line 6. Enter, on Line 6, book income before income taxes of all unitary foreign corporations not eligible to be included in the consolidated Federal income tax return or not required to file a Federal income tax return.

Line 7. N.D. Admin. Code ch. 81-03-05.3 provides a choice either to adjust or not adjust the book income of all unitary foreign corporations to conform with the Internal Revenue Code of 1986, as amended. If a corporation chooses to make the book to tax adjustments, the adjustments must be made for all unitary foreign corporations and the total of such adjustments must be entered on Line 7. If a corporation chooses not to make the book to tax adjustments, enter \$0 on Line 7.

Lines 9 and 10. Enter all exempt and nonexempt income before income taxes from the Federal Form 1120-IC-DISC or Federal Form 1120-FSC.